## LEGAL NOTICE

## STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, MAY 3, 2005**, upon the application of **STROUD PRODUCTION**, **L.L.C.** 

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Mooringsport Formation**, **Reservoir A**, in the Blue Lick Creek Field, Grant Parish, Louisiana.

- 1. To establish rules and regulations governing the exploration for and production of oil and gas from the Mooringsport Formation, Reservoir A.
- 2. To create one (1) drilling and production unit for the exploration for and production of oil and gas from the Mooringsport Formation, Reservoir A.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each separate tract sharing in unit production on a surface acreage basis of participation.
- 4. To designate an Operator of, and unit well for, the proposed unit as may be appropriate.
- 5. To adopt special field spacing rules for future horizontal wells drilled to the Mooringsport Formation, Reservoir A, which would provide: (a) that the penetration point and terminus in the Mooringsport Formation, Reservoir A, of any lateral of any such horizontal well should be located no closer than 330 feet to any unit boundary; (b) that the distance from any point along the productive portion of any lateral and those unit boundaries which run generally parallel to the direction in which the lateral is drilled should not be less than 660 feet; and (c) that there should be no well spacing limitations between wells other than that accomplished by application of the aforesaid provisions.
- 6. To provide that the Commissioner of Conservation may reclassify the Mooringsport Formation, Reservoir A, by Supplemental Order and without the necessity of a public hearing should such a reclassification be warranted based on evidence furnished to the Commissioner.
- 7. To define the Mooringsport Formation, Reservoir A, as that oil and gas bearing interval encountered between the depths of 8892 feet and 9607 feet, electric log measurements, in the IDC Energy Corp. (formerly XB Energy & Gulf States Exploration)-Manville Forest Products Corp. No. 1 Well (SN 174853), located in Section 8, Township 8 North, Range 3 West, Grant Parish, Louisiana.
- 8. To consider such other matters as may be pertinent.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Monroe**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

## - 1 -<u>BLUE LICK CREEK FIELD</u> 05-442

## **BY ORDER OF:**

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 3/22/05;3/25/05 M dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.